

ND RISK MANAGEMENT FUND

State Investment Board Balance Sheet As of 9/30/2008

	As of <u>9-30-08</u>	As of <u>6-30-08</u>
ASSETS:		
INVESTMENTS (AT MARKET)		
DOMESTIC EQUITIES	\$ 986,212	\$ 1,018,171
DOMESTIC FIXED INCOME	2,195,207	2,351,498
INVESTED CASH (NOTE 1)	<u>179,902</u>	<u>185,642</u>
TOTAL INVESTMENTS	3,361,321	3,555,311
RECEIVABLES		
DIVIDEND/INTEREST RECEIVABLE	49,045	47,430
MISCELLANEOUS RECEIVABLE	<u>5</u>	<u>6</u>
TOTAL RECEIVABLES	49,050	47,436
OTHER ASSETS		
INVESTED SECURITIES LENDING COLLATERAL (I	108,170	131,410
OPERATING CASH	<u>(61)</u>	<u>195</u>
TOTAL ASSETS	<u>\$ 3,518,480</u>	<u>\$ 3,734,352</u>
LIABILITIES:		
SECURITIES LENDING COLLATERAL (NOTE 2)	108,170	131,410
ACCOUNTS PAYABLE	9	24
ACCRUED EXPENSES	46	42
INVESTMENT EXPENSE PAYABLE	<u>5,483</u>	<u>5,483</u>
TOTAL LIABILITIES	113,708	136,959
NET ASSETS AVAILABLE:		
NET ASSETS AVAILABLE BEGIN OF YEAR	3,597,393	3,695,796
CASH IN DURING YEAR (NOTE 3)	0	-
CASH OUT DURING YEAR (NOTE 4)	0	-
NET INCREASE (DECREASE)	<u>(192,621)</u>	<u>(98,403)</u>
NET ASSETS AVAILABLE END OF PERIOD	<u>3,404,772</u>	<u>3,597,393</u>
TOTAL LIABILITIES & NET ASSETS AVAILABLE	<u>\$ 3,518,480</u>	<u>\$ 3,734,352</u>

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State Investment Board Profit and Loss Statement For the Month Ended 9/30/2008

	Month Ended <u>9-30-08</u>	<u>Year-to-Date</u>
ADDITIONS:		
INVESTMENT INCOME		
INTEREST/DIVIDEND INCOME	\$ 12,345	\$ 37,978
SECURITIES LENDING INCOME	303	960
	<u>12,648</u>	<u>38,938</u>
 GAIN ON SALE OF INVESTMENTS	 90,650	 204,933
LOSS ON SALE OF INVESTMENTS	<u>108,542</u>	<u>230,768</u>
 NET GAINS (LOSSES) INVESTMENTS	 (17,892)	 (25,835)
 INVESTMENT EXPENSES	 32	 5,494
SECURITIES LENDING EXPENSES	224	722
 NET INVESTMENT INCOME	 (5,500)	 6,887
 NET APPREC (DEPREC) MARKET VALUE	 (170,261)	 (199,919)
MISCELLANEOUS INCOME/(EXPENSE)	<u>5</u>	<u>661</u>
 TOTAL INVESTMENT INCOME	 <u>(175,756)</u>	 <u>(192,371)</u>
 DEDUCTIONS:		
ADMINISTRATIVE EXPENSES	193	250
 NET INCREASE (DECREASE)	 <u>\$ (175,949)</u>	 <u>\$ (192,621)</u>

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Notes To Financial Statements
September 30, 2008

The following notes to financial statements are intended to provide general descriptions of line items in the financial statements.

NOTE 1 **INVESTED CASH**

Cash invested in a money market demand account at the Bank of North Dakota.

NOTE 2 **SECURITIES LENDING COLLATERAL**

Securities are loaned versus collateral that may include cash, U.S. government securities and irrevocable letters of credit. U.S. securities are loaned versus collateral valued at 102% of the market value of the securities plus any interest. Non-U.S. securities are loaned versus collateral valued at 105% of the market value of the securities plus any accrued interest. Non-cash collateral cannot be pledged or sold unless the borrower defaults. Cash open collateral is invested in a short term investment pool.

NOTE 3 **CASH IN DURING YEAR**

Cash transferred into investment accounts at The Northern Trust during the current fiscal year.

NOTE 4 **CASH OUT DURING YEAR**

Cash transferred out of investment accounts at The Northern Trust during the current fiscal year.